

COMMONWEALTH OF KENTUCKY
BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

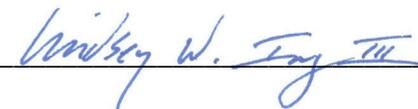
THE JOINT PETITION OF KENTUCKY-)
AMERICAN WATER COMPANY, THAMES)
WATER AQUA HOLDINGS GMBH, RWE)
AKTIENGESellschaft, THAMES WATER)
AQUA US HOLDINGS, INC., AND AMERICAN) CASE NO. 2006-00197
WATER WORKS COMPANY, INC. FOR)
APPROVAL OF A CHANGE IN CONTROL OF)
KENTUCKY-AMERICAN WATER COMPANY)

REPORT OF DIVESTITURE COSTS

Pursuant to Condition No. 22 of the Kentucky Public Service Commission's April 16, 2007 Order in this matter, Petitioners report that the divestiture costs as of June 30, 2008 were \$128,940,303.

Respectfully submitted,

Lindsey W. Ingram, Jr.
Robert M. Watt III
Lindsey W. Ingram III
STOLL KEENON OGDEN PLLC
300 West Vine Street, Suite 2100
Lexington, Kentucky 40507-1801
Telephone No. 859-231-3000
Facsimile No.: 859-253-1093

By: 

Attorneys for RWE Aktiengesellschaft,
Thames Water Aqua Holdings GmbH,
Thames Water Aqua US Holdings, Inc.,
American Water Works Company, Inc., and
Kentucky-American Water Company

CERTIFICATION

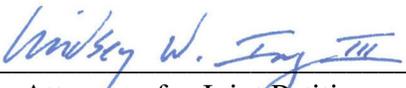
This is to certify that a true and accurate copy of the foregoing has been electronically transmitted to the Public Service Commission on August 15, 2008; that the Public Service Commission and other parties participating by electronic means have been notified of such electronic transmission; that, on August 15, 2008, the original and one (1) copy in paper medium will be hand-delivered to the Public Service Commission, 211 Sower Boulevard, Frankfort, Kentucky 40601; and that on August 15, 2008, one (1) copy in paper medium will be served upon the following via U.S. Mail:

Gregory D. Stumbo
David Edward Spenard
Laura Rice
Office of the Attorney General
1024 Capital Center Drive, Suite 200
Frankfort, Kentucky 40601
david.spenard@ag.ky.gov
dennis.howard@ag.ky.gov
laura.rice@ag.ky.gov

Leslye M. Bowman
David J. Barberie
LFUCG
Department of Law
200 East Main Street
Lexington, Kentucky 40507
lbowman@lfucg.com
dbarberi@lfucg.com

Anthony G. Martin
P.O. Box 1812
Lexington, Kentucky 40588
agmlaw@aol.com

STOLL KEENON OGDEN PLLC

By 
Attorneys for Joint Petitioners